



Burning Economic Issues



- Oil price 4.27% below \$60pb (\$57.44pb)
- Production now at 1.86mbpd
- Nigeria's rig count up to 15
- External reserves slips below \$44.8bn
- NSE slides by 0.37% to N13.36trn market cap
- On-grid power output at a low of 3,408MW/h



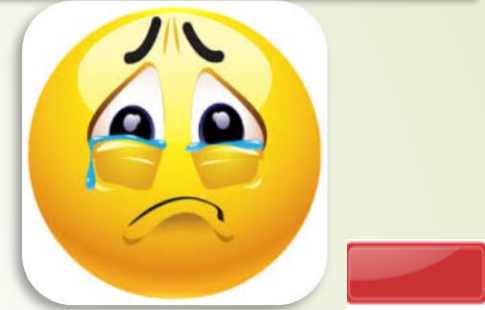
Impact

The Goodies



- Rig count increases for the second time in 2019
- Signals higher investment in E&P

The Downers



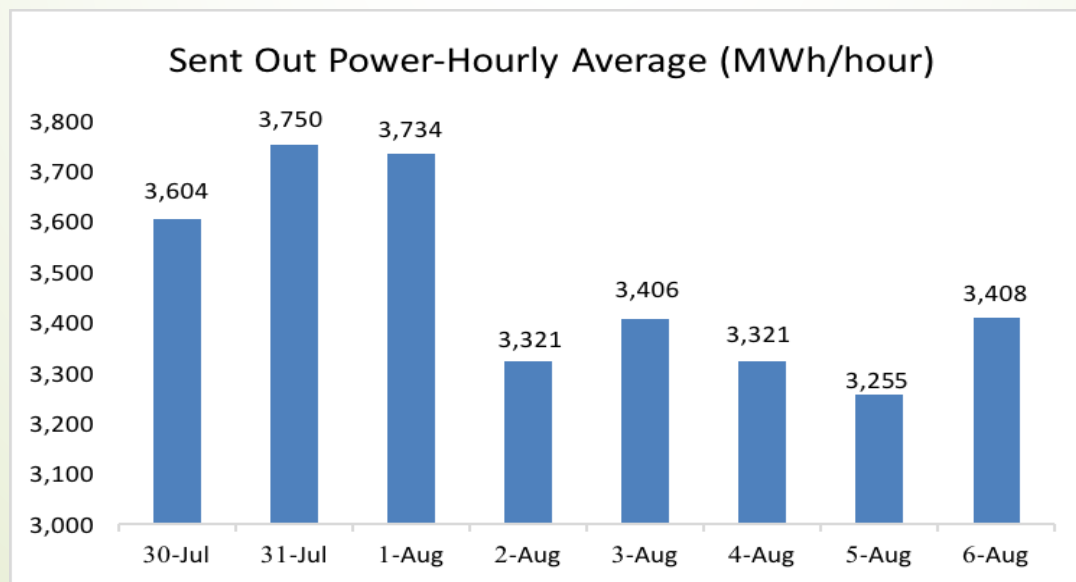
- External reserves falls to \$44.72pb
- Brent price falls below \$60pb

Power Sector

August 6th





State	Temperature(noon-time)
Abuja	21°C
Kano	23°C
Lagos	26°C

- Average power output: 3,408 MWh/h (up by 153 MWh/h)
- Stations with the highest output: Egbin (385.63MWh/hr), Delta(367.47Wh/hr) and Shiroro(305.74MWh/hr).
- Gas constraints stood at 1,455MWh/h, Grid constraint was 2,487MWh/h
- Naira equivalent of power loss: N1.95billion (annualized at N711.75billion)










Domestic Commodities Price Movement

Relatively Elastic Products

Commodities		Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Palm Oil (25l)		N9, 000	N9,000	↔	N6,000	N25,000
Semovita (10kg)		N3,000	N3,000	↔	N1,800	N3,500
New Yam (medium size)		N1,000	N1,200	↓	N400	N1,900
Sugar (50kg)		N14,900	N14,900	↔	N8,000	N20,000

Domestic Commodities Price Movement

Relatively Inelastic Products

Commodities	Current Prices	Previous Month Prices	Directional Change	1-Year Low	1-Year High
Garri (50kg) Yellow 	N6,250	N6,250	↔	N6,150	N16,000
Rice (50kg) 	N16,000	N16,000	↔	N13,000	N22,000
Flour (50kg) 	N11,200	N11,200	↔	N8,500	N11,500
Beans (Oloyin)(50kg) 	N14,000	N17,000	↓	N12,000	N34,000
Cement (50kg) 	N2,550	N2,550	↔	N1,400	N2,700
Tomatoes (50kg) 	N12,000	N20,000	↓	N6,000	N20,000
Pepper (bag) 	N8,000	N8,500	↓	N5,000	N15,000

- Most commodity prices declined due to harvest season

WIN BIG!

IN THE
DANGOTE

BAG OF GOODIES

CONSUMER PROMO



43
GAC SALOON CARS
TO BE WON

OVER
21 Million
POSSIBLE
WINNERS

42.5R
CASH PRIZE PER YEAR
SCRATCH CARD 50-1kg

OVER
₱200M
CASH PRIZE

globe airtel
AIRTIME ACROSS ALL MAJOR MOBILE NETWORKS

OVER
300,000
FOODIE PACKS

550
REFRIGERATORS

24
MOTOR BIKES

24
TRICYCLES

400
TELEVISIONS

HOW TO WIN

- Buy any promotional bag of Dangote cement.
- Pick out the scratch card inserted.
- Scratch and stand a chance of winning any of the following items that is revealed on the card
- Saloon Car (star prize), Motorcycles, Tricycles, TV Sets, Fridge, Dangote pack of goodies and Airtime (across all mobile networks)
- Redemption of the gift items will be at our Depots, Regional Offices and specially selected Customer Outlets in areas that are distant from our depot and offices.

Promo runs from July 1st - Sept 30th, 2019



*TERMS AND CONDITIONS APPLY
*ALL DANGOTE STAFF, FAMILIES, THIRD PARTY AGENTS AND THEIR STAFF ARE EXEMPTED FROM THIS PROMO
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build with peace of mind

Approved by National Lottery Regulatory Commission (NLRC) Approved by the Consumer Protection Council

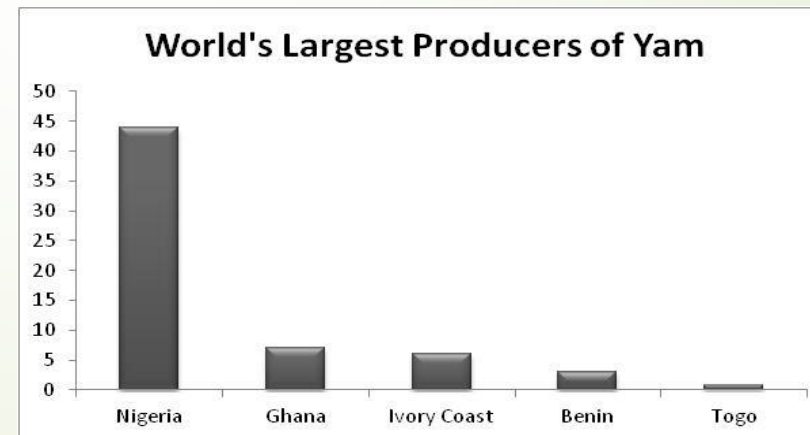


Consumer Goods – Current price

Goods	Street price	Supermarket price	% difference
Pepsi (50cl)	N100	N100	0%
Heineken beer (60cl)	N300	N330	-10.00%
Bread Loaf	N350	N400	-12.5%
Indomie (1 carton)	N2,000	N2,300	-15.0%
Gala (big size)	N100	N100	0%

Commodity in Focus - Yams

- Planting to harvesting lag: 3 to 4 months
- Total global production : Estimated at 66mn tonnes (\$46.2bn)
- Mostly produced in West Africa
- World's top producers: Nigeria, Ghana, Ivory Coast
- World's top consumers: Nigeria, Ghana
- Uses: ceremonies, boiled, yam porridge, fried, roasted, pounded, yam flour (*elubo*), pouno yam



















Source: FAOSTAT, FDC Think Tank

Yam Production in Nigeria

- Total production : 44mn tonnes (\$30.8bn)
- 66.7% of global output
- Rank: Global-1st
- Potential output: 80mn – 100mn tonnes
- Large scale production is feasible in almost all states of the federation
- Top producing states: Benue, Cross River, Delta, Taraba, Nassarawa, Ebonyi, Anambra
- Threats to local production: pastoral conflicts, terrorism
- Constraints to export: Congestion at the port, inadequate storage facilities, infestation
- A medium sized yam tuber currently costs N1,300 in Nigeria (1 year high = N1,900)

Stock Market

- NSE ASI  0.05% to 27,424.92pts on August 8th
- Consumer goods sub index:  0.31% at 546.22pts

	Share Prices (₦)	Daily % Change (August 7 th –8 th)	YTD (% Change)
Nestle	1,270	 -	 14.48
Honeywell	1	 -	 21.88
Flour Mills	15.30	 -	 33.77
Cadbury	10.30	 -	 3
Dangote Sugar	10.1	 3.06	 35.74
Unilever	32.00	 -	 13.51
Ikeja Hotels	1.46	 -	 4.58

Oil Markets Today

COMMODITY	DAILY CHANGE August 7 th – August 8 th	YTD	CURRENT PRICE
BRENT	↑ 2.15%	↑ 7.57%	\$57.44pb
WTI	↓ 0.61%	↑ 16.01%	\$52.68pb
NATURAL GAS	↓ 0.96%	↓ 28.57%	\$2.10MBtu



4 Years
45 Warehouses
13 States



100,000 Farmers
40,000 Youth & Women



100,000 MT
Grains & Seeds



\$30M Traded
\$5M Input Loans

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Oil Prices

- Brent up 2.15% to \$57.44pb
- Despite:
 - Intensified US/China trade war
 - Slow global economic growth



Agricultural Commodities

Wheat



- Wheat prices up 0.57% to \$486.75/bushel
- Due to a decrease in the US wheat harvest

Corn



- Corn prices increased by 0.30% to \$413.75/bushel
- Driven by poor weather conditions in the US

Cocoa



- Cocoa prices slipped by 1.83% to \$2,303.00/mt
- Due to expectations of heavier rainfall in Ivory coast

Sugar



- Sugar prices dropped by 0.76% to \$11.73/pound
- As a result of ample global supply

OUTLOOK – Oil Prices



- Brent likely to trade between \$59pb-\$60pb in the coming days
- Ongoing tension between US and China may continue to push prices further down.
- OPEC output cut to moderate losses

OUTLOOK – Agricultural Prices

GRAINS

- Corn prices to increase in the coming weeks due to expectations of adverse weather in the US.

Sugar

SOFTS

- Sugar price is likely to rise due to forecast of a lower global output

Cocoa

- Improved weather conditions in Ivory Coast may further reduce the price of cocoa.